

9. In respect of cotton terry towels, washcloths and bath sets, as described in Annex I, this Agreement shall apply from November 1, 1977 to December 31, 1978 and thereafter for the three separate calendar year periods mentioned in paragraph 7 above.

10. In respect of polyester and worsted fabrics, as described in Annex I, this Agreement shall apply for the 1978 calendar year and thereafter for the three separate calendar year periods mentioned in paragraph 7 above.

11. In respect of acrylic yarn, as described in Annex I, this Agreement shall apply for the 1978 calendar year and thereafter for the three separate calendar year periods mentioned in paragraph 7 above.

#### *Restraint Limits*

12. Except as provided for in paragraphs 16 to 20 below, the Republic of Korea shall restrain its exports to Canada of the textile products described in Annex I to the limits set out therein for each of the periods specified therein.

#### *Administration*

13. This Agreement shall be implemented on the basis of the export control system operated by the Government of the Republic of Korea.

14. The Government of Canada shall admit imports of the textile products described in Annex I automatically and without delay provided such imports are covered by an "Export License" as per specimen in Annex II endorsed and issued by the proper Korean authorities to the effect that the imports covered by the license have been debited to the applicable quantitative limit as set out in Annex I.

15. The Government of the Republic of Korea shall endeavour to ensure that exports of all textile products, particularly men's and boys' shirts, subject to quantitative limits are spaced out as evenly as possible during each restraint period, due account being taken of seasonal factors and having regard to normal channels of trade.

#### *Swing*

16. Subject to the specific limitations set out in Annex I, any quantitative limit shown therein may be exceeded by the percentage shown in column (E) thereof provided that an equivalent amount is deducted from any other quantitative limit shown therein.